

May 17, 1999

Dr. James R. Perkins, President
Blue Ridge Community College
Post Office Box 80
Weyers Cave, Va 24486

Dear Dr. Perkins:

We have reviewed the accompanying balance sheet of **Blue Ridge Community College** as of June 30, 1998, and the related statements of changes in fund balances and current fund revenues, expenditures and other changes for the year then ended, in accordance with Statements on Standards for Accounting and Review Services, issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Blue Ridge Community College.

A review consists principally of inquiries of college personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

This letter is for the expressed use of the Accreditation Review Board and not intended for any other purpose.

Sincerely,

Walter J. Kucharski
Auditor of Public Accounts

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Enclosure

VIRGINIA COMMUNITY COLLEGE SYSTEM
BLUE RIDGE COMMUNITY COLLEGE
BALANCE SHEET

For Year Ended June 30, 1998, with Comparative Figures at June 30, 1997

ASSETS	Current Year			Prior Year Total
	State Funds	Local Funds	Total	
Current Funds Unrestricted:				
Cash and cash equivalents	\$ 456,735	\$ -	\$ 456,735	\$ 310,245
Investments	-	95,478	95,478	97,787
Accounts receivable	17,064	1,406	18,470	8,041
Interest receivable	-	1,795	1,795	1,987
Inventories	2,149	-	2,149	2,652
Total unrestricted	475,948	98,679	574,627	420,712
Current Funds Restricted:				
Cash and cash equivalents	3,035	10,043	13,078	33,198
Due from grantors	-	-	-	15,000
Due from other funds	-	9,411	9,411	-
Total restricted	3,035	19,454	22,489	48,198
Total current funds	\$ 478,983	\$ 118,133	\$ 597,116	\$ 468,910
Loan Funds:				
Cash and cash equivalents	\$ -	\$ 5,767	\$ 5,767	\$ 4,934
Notes receivable	-	-	-	650
Total loan funds	\$ -	\$ 5,767	\$ 5,767	\$ 5,584
Plant Funds Unexpended:				
Appropriations available	\$ 43,989	\$ -	\$ 43,989	\$ 53,446
Investments	-	271,034	271,034	286,434
Accounts receivable	1,627	-	1,627	-
Total unexpended	45,616	271,034	316,650	339,880
Plant Funds Renewals, Replacements, and Debt Retirement:				
Due from system office	14,925	-	14,925	-
Total renewals, replacements, and debt retirement	14,925	-	14,925	-
Plant Funds Investment in Plant:				
Land	52,138	-	52,138	52,138
Site improvements	590,962	375,230	966,192	734,741
Buildings	4,232,194	-	4,232,194	2,795,877
Equipment and library books	2,924,075	-	2,924,075	2,598,789
Construction in progress	843,552	7,245	850,797	2,315,345
Total investment in plant	8,642,921	382,475	9,025,396	8,496,890
Total plant funds	\$ 8,703,462	\$ 653,509	\$ 9,356,971	\$ 8,836,770
Agency Funds:				
Cash and cash equivalents	\$ -	\$ 3,855	\$ 3,855	\$ 17,333

LIABILITIES AND FUND BALANCES	Current Year			Prior Year Total
	State Funds	Local Funds	Total	
Current Funds Unrestricted:				
Accounts payable	\$ 96,478	\$ 6,304	\$ 102,782	\$ 224,314
Accrued expenses	172,409	-	172,409	156,158
Accrued leave	512,723	-	512,723	502,738
Due to the Commonwealth	1,000	-	1,000	1,000
Deferred revenue	451,625	-	451,625	305,389
Deposits pending distribution	49	-	49	-
Due to other funds	-	9,411	9,411	-
Fund balances	(758,336)	82,964	(675,372)	(768,887)
Total unrestricted	475,948	98,679	574,627	420,712
Current Funds Restricted:				
Accounts payable	427	-	427	-
Accrued expenses	27	-	27	492
Fund balances - restricted	2,581	19,454	22,035	47,706
Total restricted	3,035	19,454	22,489	48,198
Total current funds	\$ 478,983	\$ 118,133	\$ 597,116	\$ 468,910
Loan Funds:				
Deposits pending distribution	\$ -	\$ 489	\$ 489	\$ -
Fund balances - college funds	-	5,278	5,278	5,584
Total loan funds	\$ -	\$ 5,767	\$ 5,767	\$ 5,584
Plant Funds Unexpended:				
Accounts payable	\$ 1,085	\$ -	\$ 1,085	\$ 641
Retainage payable	-	-	-	5,000
Fund balances - unrestricted	-	10,000	10,000	10,000
Fund balances - restricted	44,531	261,034	305,565	324,239
Fund balances - restricted	44,531	261,034	305,565	324,239
Total unexpended	45,616	271,034	316,650	339,880
Plant Funds Renewals, Replacements, and Debt Retirement:				
Accounts payable	14,643	-	14,643	-
Retainage payable	282	-	282	-
Total renewals, replacements, and debt retirement	14,925	-	14,925	-
Plant Funds Investment in Plant:				
Capital leases payable	471,701	-	471,701	428,676
Net investment in plant	8,171,220	382,475	8,553,695	8,068,214
Total investment in plant	8,642,921	382,475	9,025,396	8,496,890
Total plant funds	\$ 8,703,462	\$ 653,509	\$ 9,356,971	\$ 8,836,770
Agency Funds:				
Deposits held in custody for others	\$ -	\$ 3,855	\$ 3,855	\$ 17,333

VIRGINIA COMMUNITY COLLEGE SYSTEM
BLUE RIDGE COMMUNITY COLLEGE
STATEMENT OF CHANGES IN FUND BALANCES
For the Year Ended June 30, 1998

	Current Funds						Plant Funds				
	Unrestricted		Restricted		Loan Funds	Unexpended		Renewals, Replacements, and Debt Retirement	Investment in Plant		
	State Funds	Local Funds	State Funds	Local Funds		State Funds	Local Funds	State Funds	Local Funds	Local Funds	
Revenue and other additions:											
Unrestricted current fund revenue	\$ 7,518,793	\$ 204,910	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State appropriations - restricted	-	-	174,357	-	-	(25,420)	-	102,767	-	-	-
Local appropriations - restricted	-	-	-	-	-	-	100,000	-	-	-	-
State grants and contracts - restricted	-	-	139,396	20,007	-	-	-	-	-	-	-
Federal grants and contracts - restricted	-	-	335,435	451,175	-	-	-	-	-	-	-
Private gifts and grants - restricted	-	-	515,330	14,421	70	-	-	-	-	-	-
Expended for plant facilities (including \$244,434 charged to current funds)	-	-	-	-	-	-	-	-	334,943	148,709	-
Retirement of indebtedness	-	-	-	-	-	-	-	-	86,728	-	-
Recovery of write-offs	-	-	-	-	275	-	-	-	-	-	-
Maintenance reserve allocation	-	-	-	-	-	-	-	116,079	-	-	-
Total revenues and other additions	7,518,793	204,910	1,164,518	485,603	345	(25,420)	100,000	218,846	421,671	148,709	-
Expenditures and other deductions:											
Educational and general expenditures	7,394,407	146,025	1,017,292	487,601	-	-	-	-	-	-	-
Auxiliary enterprises expenditures	20,956	3,800	-	-	-	-	-	-	-	-	-
Indirect costs recovered	-	-	169,314	1,585	-	-	-	-	-	-	-
Loan cancellations and write-offs	-	-	-	-	651	-	-	-	-	-	-
Expended for plant facilities (includes noncapitalized expenditures of \$85,955)	-	-	-	-	-	(22,146)	180,400	116,079	-	-	-
Disposal of plant facilities	-	-	-	-	-	-	-	-	84,899	-	-
Retirement of indebtedness	-	-	-	-	-	-	-	86,728	-	-	-
Interest on indebtedness	-	-	-	-	-	-	-	16,039	-	-	-
Total expenditures and other deductions	7,415,363	149,825	1,186,606	489,186	651	(22,146)	180,400	218,846	84,899	-	-
Transfers among funds - additions (deductions):											
Nonmandatory	-	(65,000)	-	-	-	-	65,000	-	-	-	-
Net increase (decrease) in fund balances	103,430	(9,915)	(22,088)	(3,583)	(306)	(3,274)	(15,400)	-	336,772	148,709	-
Fund balances (deficits) at July 1, 1997, as adjusted	(861,766)	92,879	24,669	23,037	5,584	47,805	286,434	-	7,834,448	233,766	-
Fund balances (deficits) at June 30, 1998	\$ (758,336)	\$ 82,964	\$ 2,581	\$ 19,454	\$ 5,278	\$ 44,531	\$ 271,034	\$ -	\$ 8,171,220	\$ 382,475	-

VIRGINIA COMMUNITY COLLEGE SYSTEM
BLUE RIDGE COMMUNITY COLLEGE
STATEMENT OF CURRENT FUNDS, REVENUES, EXPENDITURES, AND OTHER CHANGES
For the Year Ended June 30, 1998, with Comparative Figures for 1997

	Current Year						Prior Year Total
	Unrestricted		Restricted		Total		
	State Funds	Local Funds	State Funds	Local Funds			
Revenues:							
Tuition and fees	\$ 2,765,528	\$ 41,025	\$ -	\$ -	\$ 2,806,553	\$ 2,671,828	
State appropriations	4,555,591	-	174,784	-	4,730,375	4,405,832	
Local appropriations	-	16,414	-	-	16,414	16,350	
Federal grants and contracts	3,792	-	329,729	450,061	783,582	838,594	
State grants and contracts	-	-	139,396	19,971	159,367	157,340	
Private gifts, grants, and contracts	167,108	-	373,383	17,569	558,060	464,945	
Sales and services of educational departments	140	-	-	-	140	383	
Sales and services of auxiliary enterprises	20,956	25,863	-	-	46,819	43,972	
Other sources:							
Commissions on auxiliary operations	-	50,540	-	-	50,540	44,879	
Investment income	-	55,933	-	-	55,933	42,930	
Rents and leases	-	5,300	-	-	5,300	4,423	
Surplus property sales	-	-	-	-	-	3,946	
Miscellaneous	5,678	9,835	-	-	15,513	23,436	
Total revenues	7,518,793	204,910	1,017,292	487,601	9,228,596	8,718,858	
Expenditures:							
Educational and general expenditures:							
Instruction	3,827,043	-	844,809	-	4,671,852	4,655,521	
Public service	16,805	-	-	-	16,805	684	
Academic support	1,092,016	20,000	-	-	1,112,016	974,436	
Student services	380,367	47,338	15,910	-	443,615	464,732	
Institutional support	1,574,744	55,568	-	-	1,630,312	1,573,522	
Operation and maintenance of plant	485,026	8,819	-	-	493,845	485,696	
Scholarships and fellowships	18,406	14,300	156,573	487,601	676,880	661,629	
Total educational and general	7,394,407	146,025	1,017,292	487,601	9,045,325	8,816,220	
Auxiliary enterprises:							
Expenditures	20,956	3,800	-	-	24,756	22,591	
Total expenditures	7,415,363	149,825	1,017,292	487,601	9,070,081	8,838,811	
Other transfers and additions (deductions):							
Excess of restricted receipts over transfers to revenue	-	-	(22,088)	(3,583)	(25,671)	69,102	
Nonmandatory transfers to plant funds	-	(65,000)	-	-	(65,000)	(36,000)	
Total other transfers and additions (deductions)	-	(65,000)	(22,088)	(3,583)	(90,671)	33,102	
Net increase (decrease) in fund balances	\$ 103,430	\$ (9,915)	\$ (22,088)	\$ (3,583)	\$ 67,844	\$ (86,851)	